GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

MA&UD Department – Swachh Andhra Corporation – Establishment of 6 Bio-Compressed Biogas (Bio-CBG) Plants under PPP mode – Administrative Sanction for Rs.48.00 Crore including Viability Gap Funding (VGF) of Rs.14.40 Crore – Orders – Issued

==========

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (K) DEPARTMENT

G.O.RT.No. 1385 Dated: 02-12-2025

Read :

Proposals submitted by the Managing Director, Swachh Andhra Corporation in e-file bearing No.3054633.

@@@

ORDER:-

Government of Andhra Pradesh, in line with the objectives of the Swachh Bharat Mission (SBM) and its commitment to sustainable waste management and energy generation, has decided to establish six (06) Bio-Compressed Biogas (Bio-CBG) plants under the Public-Private Partnership (PPP) mode.

2. Government, after careful examination of the proposals of the Managing Director, Swachh Andhra Corporation received in the reference read above, hereby accord the following :-

a. The tenders previously called for 16 Bio-CBG plants are hereby cancelled.

b. Six (06) Bio-CBG plants of 25 TPD capacity each shall be established in PPP mode in the following ULBs:

S. No	ULB Name	Capacity (TPD)
1	Rajamahendravaram	25
2	Nellore	25
3	Guntur	25
4	Kakinada	25
5	Ongole	25
6	Kurnool	25

c. Viability Gap Funding (VGF) shall be provided to the Developer for establishing Bio CBG plant in PPP mode which shall not exceed 30% of the project Cost.

d. **VGF Release Mechanism (Performance-Based):** The release of the VGF to the Developer shall be strictly monitored and linked to the plant's sustained performance:

- **70% VGF:** To be released after the successful operation of the plant and maintaining an Average CBG output of 450 Kg/day for a continuous period of 1 month.

(P.T.O)

- **Balance 30% VGF:** To be released after the next 2 months of continuously maintaining the Average CBG output of 450 Kg/day.

e. Administrative Sanction is hereby accorded for a total amount of Rs.48.00 Crore towards establishment of 6 Bio-CBG plants (@ Rs.8.00 Crore per plant), and Rs.14.40 Crore towards VGF. Any project cost beyond Rs.8.00 Crore per plant shall be borne by the selected developer under PPP mode.

f. The respective ULBs shall provide required land on lease basis for establishment of the plants.

g. ULBs shall facilitate efficient supply of segregated organic waste to the Bio-CBG plants. Developers shall mobilize additional organic waste from other sources as required.

h. The Managing Director, Swachha Andhra Corporation is permitted to call tenders and issue Letter of Acceptance (LoA).

i. A tripartite agreement shall be executed among the Managing Director, Swachha Andhra Corporation, ULB Commissioner, and the successful bidder.

j. Swachha Andhra Corporation shall approve plant designs and technologies proposed by the Developer until completion of the project.

k. ULB Commissioners shall monitor progress and submit weekly work-status reports to Swachha Andhra Corporation.

l. The concerned EE(PH) of ULBs shall upload VGF bills in the NIDHI Portal as per Swachha Andhra Corporation sanction proceedings.

3. The Managing Director, Swachh Andhra Corporation and the Commissioners of the above ULBs shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S SURESH KUMAR
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Managing Director, Swachha Andhra Corporation, Vijayawada.
The Commissioners of the ULBs concerned.
The Engineer-in-Chief (PH), A.P.
The Commissioner & Director of Municipal Administration, AP
Copy to:-
The OSD to Hon'ble M(MA&UD).
The Ps to Secretary to Government, MA & UD Department
Sf/Sc

// FORWARDED :: BY ORDER //

SECTION OFFICER